

BEFORE THE ARIZONA CORPORATION

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COMMISSIONERS

BOB STUMP - Chairman **GARY PIERCE**

BRENDA BURNS BOB BURNS

SUSAN BITTER-SMITH

Arizona Corporation Commission

DOCKETED

JUL 1 4 2014

DOCKETED BY

IN THE MATTER OF THE APPLICATION OF ARIZONA WATER COMPANY TO EXTEND ITS CERTIFICATE OF CONVENIENCE AND NECESSITY IN CASA GRANDE, PINAL COUNTY, ARIZONA.

AZ CORP JUS DOCKET COB

2014 JUL 14 PM 3 15

ORIGINAL

DOCKET NO. W-01445A-03-0559

PROCEDURAL ORDER

BY THE COMMISSION:

On April 6, 2004, Decision No. 66893 was issued in this docket. Decision No. 66893 conditionally granted an application filed on August 12, 2003 by Arizona Water Company ("Arizona Water" or "AWC") for an extension of its existing Certificate of Convenience and Necessity ("CC&N") in Pinal County, Arizona.

Decision No. 66893 placed two conditions on the approval of Arizona Water's August 12, 2003 application. Arizona Water was ordered to file: (1) a copy of the Developers' Certificate of Assured Water Supply ("CAWS") for both the Post Ranch development and the Florence Country Estates development with the Arizona Corporation Commission ("Commission") within 365 days of the Decision; and (2) a main extension agreement associated with the extension area within 365 days of the Decision.

On July 30, 2007, Decision No. 69722 was issued finding that Arizona Water was not able to comply with the time periods established in Decision No. 66893 because the developer of a portion of the extension area withdrew its Arizona Department of Water Resources ("ADWR") CAWS application. However, the Commission concluded that the issuance of the ADWR Analysis of Assured Water Supply satisfied the objective of the condition in Decision No. 66893 for submission of a CAWS for the Florence Country Estates development and that adequate physical water supplies exist for the development. Decision No. 69722 therefore found that, for purposes of compliance, the conditions placed on Arizona Water's CC&N extension in Decision No. 66893 had been fulfilled.

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Decision No. 69722 also remanded the case to the Hearing Division for further proceedings regarding whether AWC should continue to hold a CC&N for the property owned by intervenor Cornman Tweedy 560 LLC ("Cornman Tweedy").

Following the submission of additional testimony and briefing by the parties, a Recommended Order on Remand was issued by the Hearing Division on November 29, 2010. The Recommended Order was discussed during the Commission's December 14, 2010 Open Meeting, and again during the February 1, 2011 Open Meeting. At the February 1, 2011 Open Meeting, the Commission voted to send the matter back to the Hearing Division for further proceedings to determine "whether a public service corporation, like Arizona Water, in this water challenged area and under the circumstances presented in this case, is providing reasonable service if it is not able or not willing to provide integrated water and wastewater services."

In the intervening period, procedural conferences have been held, discovery disputes have been resolved, and a number of filings have been made regarding various matters.

On January 10, 2013, a procedural conference was conducted as scheduled. At the procedural conference, Cornman Tweedy's Motion for Protective Order was granted and the parties were directed to submit a proposed procedural schedule for processing the case.

On February 10, 2014, Cornman Tweedy and AWC filed a Notice of Stipulation Regarding Procedural Schedule.

On February 24, 2014, a Procedural Order was issued and the proposed schedule was adopted. The Procedural Order also scheduled a hearing to commence on August 25, 2014.

On July 10, 2014, Cornman Tweedy filed a Request for Short Continuance of Hearing Date, and indicated that counsel for AWC does not object to a short continuance.

IT IS THEREFORE ORDERED that the hearing currently scheduled to begin on August 25, 2014, is hereby vacated.

IT IS FURTHER ORDERED that the hearing in this matter shall be rescheduled to commence on September 4, 2014 at 10:00 a.m. at the offices of the Commission, 1200 West Washington, Phoenix, Arizona 85007, Hearing Room No. 1.

IT IS FURTHER ORDERED that hearing shall continue on September 5, and 8, 2014, as 1 necessary. 2 IT IS FURTHER ORDERED that the Administrative Law Judge may rescind, alter, amend, 3 or waive any portion of this Procedural Order either by subsequent Procedural Order or by ruling at 4 hearing. 5 DATED this 144 day of July, 2014. 6 7 nodes 8 9 DWIGHT D. NODES ASSISTANT CHIEF ADMINISTRATIVE LAW JUDGE 10 11 Copies of the foregoing mailed/delivered 12 this day of July, 2014, to: 13 Steven A. Hirsch Steven M. Olea, Director BRYAN CAVE, LLP **Utilities Division** 14 One Renaissance Square ARIZONA CORPORATION COMMISSION Two North Central Avenue, Suite 2200 1200 West Washington Street Phoenix, AZ 85004-4406 15 Phoenix, AZ 85007 Attorneys for Arizona Water Company 16 COASH & COASH, INC. Jeffrey W. Crockett COURT REPORTING, VIDEO & BROWNSTEIN HYATT FARBER SCHRECK, VIDEOCONFERENCING 1802 N. 7th Street, 17 LLP One East Washington Street, Suite 2400 Phoenix, AZ 85006 18 Phoenix, AZ 85004 Attorneys for Cornman Tweedy 560, LLC 19 Janice Alward, Chief Counsel 20 Legal Division ARIZONA CORPORATION COMMISSION 21 1200 West Washington Street By: Phoenix, AZ 85007 Tammy Velarde 22 Assistant to Dwight D. Nodes 23 24 25 26

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